```
1
                  IN THE UNITED STATES DISTRICT COURT
 2
                  FOR THE NORTHERN DISTRICT OF TEXAS
 3
                              DALLAS DIVISION
 4
    MATTHEW FLAGGERT,
                                            3:14-CV-4554-M
 5
    Individually and as Next
    Friend of DANIEL FLAGGERT,
6
    a Minor, and LISA FLAGGERT,
                  Plaintiffs.
 7
                                            DALLAS, TEXAS
 8
    VS.
9
    REMINGTON ARMS COMPANY,
10
    LLC,
                   Defendant.
                                            May 11, 2015
11
12
        TRANSCRIPT OF HEARING ON MOTION FOR SUMMARY JUDGMENT AND
13
                       MOTION TO APPLY NEW YORK LAW
14
                 BEFORE THE HONORABLE BARBARA M.G. LYNN
15
                      UNITED STATES DISTRICT JUDGE
16
17
    APPEARANCES:
18
19
20
     FOR THE PLAINTIFFS:
                               MR. JEFFREY W. HIGHTOWER, JR.
                               Hightower Law Group, PLLC
21
                               4144 N. Central Expressway
                               Suite 1230
                               Dallas, Texas 75204
22
                               jeff@hightowertrials.com
                               (214) 580-9800
23
24
25
```

1 2 3 4 5 6 7 8 9	FOR THE DEFENDANT: MR. JAMES DAVID JORDAN Munsch Hardt Kopf & Harr, PC 3800 Lincoln Plaza 500 N. Akard Street Dallas, Texas 75201 jjordan@munsch.com (214) 855-7543
10 11	
12	
13	
14	
15	
16	
17	
18	
19	COURT REPORTER: MR. TODD ANDERSON, RMR, CRR United States Court Reporter
20	1100 Commerce St., Rm. 1625 Dallas, Texas 75242
21	(214) 753-2170
22	
23	Proceedings reported by mechanical stenography and
24	transcript produced by computer.
25	

```
1
              HEARING ON MOTION FOR SUMMARY JUDGMENT AND
              MOTION TO APPLY NEW YORK LAW - MAY 11, 2015
 2
 3
                       PROCEEDINGS
              THE COURT: Good morning.
 4
 5
              MR. HIGHTOWER: Good morning.
              MR. JORDAN: Good morning.
 6
 7
              THE COURT: Give me just a second to pull my notes
 8
    here.
 9
              (Pause)
10
              THE COURT: All right. Thank you. The Court is here
11
    to conduct a hearing on two related motions in Flaggert versus
    Remington, Case Number 14-4554.
12
13
              The motions are the motion for summary judgment filed
    by the Defendant and the Plaintiffs' motion to apply New York
14
15
          The issue in the case is whether the Texas statute of
    repose applies to the case; if it does, whether the exception
16
    for a written warranting applies to -- as an exception to the
17
    application of the statute of repose and whether in any case
18
19
    the Court should apply New York law, applying the restatement
20
    approach to that issue.
21
              Is that a fair summary of the issues?
22
              MR. HIGHTOWER: It is, Your Honor.
23
              MR. JORDAN: Yes, Your Honor.
24
              THE COURT: All right. Let me have appearances,
25
    please, for the Plaintiff first.
```

```
1
              MR. HIGHTOWER: Jeff Hightower.
 2
              THE COURT: Thank you.
              And for the defense?
 3
              MR. JORDAN: Jim Jordan for Remington, Your Honor.
 4
 5
              THE COURT: All right. Thank you.
              All right. Now, when the case was pending in state
 6
 7
     court and dismissed, were these the same issues that were
     briefed?
 8
 9
              MR. HIGHTOWER: Mostly. Yes, Your Honor, they are.
    We thought given the Texas Civil Practice and Remedies Code
10
     71.031, we thought the federal court would be a better place to
11
    have the choice of law argument because we don't believe that
12
13
    the Texas legislature can direct this Court with regard to
    which state's law should apply.
14
15
              THE COURT: Okay. All right. Well, I'm going to
    give you-all sort of my preliminary assessment of the matter,
16
17
     and then I will hear argument on it.
18
              My preliminary assessment of the matter is that this
19
    is a Texas law case, not a New York law case; that the statute
20
    of repose applies and the exception doesn't apply.
21
              And if that's the way I come out, Mr. Hightower, then
22
     I'm going to grant the Defendant's motion and deny yours. So I
    have more than once, maybe a third of the time come out and
23
24
     said something like that and then ruled differently, but it's
25
    the exception, not the rule.
```

```
So I have read various papers that have been filed.
1
 2
     I think you-all did a very good job briefing it, but that's my
    preliminary ruling -- view of it.
 3
 4
                     So I guess we can start with the guestion of
 5
    New York law versus Texas law, if you would like. And because
    that's your motion, Mr. Hightower, I will hear from you on
 6
 7
    that.
 8
              MR. HIGHTOWER: Thank you, Your Honor. May I stay at
9
     counsel table, or should I --
10
              THE COURT: Can you hear him? Can the court reporter
11
    hear him okay?
12
              THE REPORTER: Yes, ma'am.
              THE COURT: Okay. That's fine.
13
              MR. HIGHTOWER: Okay. Judge, I think that if we are
14
15
    to understand second restatement on conflicts of law, the folks
    that drafted that wants the state that has the most significant
16
17
     relationship to an issue, they want that law to govern.
18
              And in this case, right up until the point that that
19
     firearm went off, we've got decades and decades and decades of
20
     history with regard to the design of the firearm. I know we
21
     don't have a post-sale duty to warn in Texas, and that's
     perhaps another conflict with New York law.
22
23
              After they designed this rifle, after they
24
    manufactured it, for decades and decades they still did not
25
     properly warn, and we have not alleged a failure to warn
```

because there is a split of authority on whether that -- how that falls from a law standpoint. But we've got this 60 years plus of activity in New York regarding a product. And this is, again, a products liability case. That state then under these -- under Section 62(a) through (g) and 145(a) through (d), that is the issue that this Court has to deal with in terms of a products liability case.

Contributory negligence, we agree with Mr. Jordan.

Texas law should apply to that if there's any conflict. But

for the product at issue, New York law should apply for various

reasons, and I'll start with justified expectations.

If Remington is going to advertise as it does -- this is under 2(d) -- 62(d) of the restatement. If Remington is going to advertise as it does that its firearms last a lifetime, justified expectations would have New York law apply and Texas law not apply so that they could be held accountable if, in fact, one of its firearms which is supposed to last a lifetime goes off 20 years after --

THE COURT: But whose expectations? The testimony in the case from Matthew Flaggert is that he didn't hear anything. He bought the gun used. He's a Texas -- the Plaintiffs are all Texans. He bought the gun in Texas. It went off in Texas. He didn't rely on any representations or warranties or statements about the firearm, so he certainly didn't have any justified expectations except if he generally thought Remington firearms

were good firearms. He didn't rely on anything that was said about the gun in issue.

MR. HIGHTOWER: What I was discussing and describing would be Remington's justified expectations and the general public's expectations.

We don't find a reliance requirement in the exception to the statute of repose, but that presupposes that the statute of repose should apply to this case. And my argument, Your Honor, is that it should not because New York has a more significant relationship, a closer relationship to the products liability issue than the Plaintiffs have alleged.

THE COURT: All right. And to clarify, the issue is that the firearm was manufactured in New York and that there is a history of firearms manufactured by Remington in New York, many of which have had, over a period of years, problems with misfires.

MR. HIGHTOWER: I agree with that summary and would add that under 62(e), the basic policies underlying a particular field of law, we simply -- in products liability law, we don't ever want to get to the courtroom. We want to make safer products. As a secondary goal we come to the Court and say we failed in our first goal to make a safe product, so we would like compensation for the victim.

But if we're talking about the first goal of tort law, which includes products liability law, we are trying to

make safer products. And the Texas legislature has, I think, thwarted that. I think that they have thwarted that by including the statute of repose especially where you have a product that is known to last a lifetime; you have a product that Remington says will last a lifetime. We don't have an express warranty. We would argue that the legislature didn't use warranty, but the Court has already --

THE COURT: I was careful with the way I put it. I think the cases interpreting that have interpreted the language as a warranty, but I was careful to say a written warrant because of your argument.

MR. HIGHTOWER: In candor to the Court, Judge, if we had a case that says what we believe, we certainly would -- we certainly would have marshaled that case.

THE COURT: Well, and the fact that the legislature amended the statute to put in warrant instead of representation suggests that there is a difference between a warrant and a representation. I mean, I think that's problematic for you in terms of the argument that you're making.

MR. HIGHTOWER: But I think it -- I think it cuts both ways, Your Honor. If they were there and they knew that they had already said representation and they wanted to say or they wanted to use the word "warranty" to suggest the legal use of the word "warranty," they should have and could have done that at that time. The fact that they didn't, I think, is

```
significant.
 1
 2
              THE COURT: Well, what do you -- what is the
 3
    difference between a warrant and a representation if it's not
     that a warrant is giving him a warranty?
 4
              I mean, I see your references to dictionary
 5
     definitions of the word --
 6
              MR. HIGHTOWER: Sure.
 8
              THE COURT: -- but given the history, there has to be
9
     some difference between representing and warranting, and I
10
     don't know what it could be other than to give a warranty.
11
              MR. HIGHTOWER: I think the difference, if we're on
12
     the spectrum, a representation is not as strong as a warrant.
    A warrant is a promise. A warrant is something more
13
     significant, perhaps less significant than a written warranty,
14
    but a warrant in the dictionary sense is a promise. A
15
     representation may be a promise; it may not be a promise.
16
     is just a representation.
17
18
              I'm sympathetic to the Court's concern that
19
     representation and warrant don't significantly differ and may
20
    mean the same, but I think they do differ. If we're there, I
21
    think there is a difference.
22
              THE COURT: All right. Thank you.
              All right. Mr. Jordan?
23
              MR. JORDAN: First of all, Your Honor, I wanted to
24
    correct a mistake in our briefs. I don't think it's pertinent
25
```

```
to anything that's been discussed, but we had a flat-out
1
 2
    mistake. In our brief in response to Plaintiffs' motion to
     apply New York law on page 10, we discussed the case called
 3
     Schippers versus Mazak Properties. And we said that that
 4
     decision applied Texas law, and that's simply wrong.
 5
              The appellate court actually found that the trial
 6
 7
     court would have been justified in determining that because the
 8
     plaintiffs were Florida residents, Florida had more interest in
     applying Florida law than Texas had in applying Texas law.
9
              THE COURT: All right.
10
                           Not a critical case, but I don't go
11
              MR. JORDAN:
    around misrepresenting things to the Court.
12
13
              THE COURT: Okay. I appreciate that.
14
              MR. HIGHTOWER: And he let me know that by e-mail.
15
              MR. JORDAN: Yeah, I e-mailed this morning to tell
16
    him.
17
              THE COURT: All right. Thank you.
18
              MR. JORDAN: Because I discovered it, to my horror,
19
    over the weekend when I was cramming.
20
              without rehashing the issues that Court and counsel
21
     just discussed, I want to raise one issue that's related, and,
22
     that is, the representations that the Plaintiff has put in --
23
     that the Plaintiffs have put in their brief that allegedly were
24
    made by Remington, there are nine of them.
25
              THE COURT: Counsel, hold on for just a moment,
```

```
1
     please.
             Sorry.
 2
              (Pause)
              THE COURT: Okay. Sorry. Counsel, thank you.
 3
              MR. JORDAN: That's all right.
 4
 5
              And by the way, the argument that just went kind of
    dealt with both motions, so I guess I'll deal with both if
 6
 7
    that's okay with the Court. Do you want me to limit it to the
 8
     New York?
 9
              THE COURT: I would rather start there, and then I'll
10
     have you --
11
              MR. JORDAN: Okay.
              THE COURT: Because if it's not New York law, then
12
13
    the only issue is whether the exception under state law
     applies, so I'd just as soon address the New York law question
14
    first.
15
16
              MR. JORDAN: With respect to the application of New
    York law, Your Honor, our position is the Fifth Circuit has
17
18
    already decided this. There's a specific statute in Texas,
19
     Section 71.03 of the Texas Civil Practice and Remedies Code.
20
    We refer to this in our brief. And a Fifth Circuit case called
21
     Hyde versus Hoffmann-La Roche interpreted that statute.
22
              And basically that statute trumps the most
23
     significant relationship test. It says that where the cause of
24
     a personal injury took place in a different state but a Texas
25
     resident brings suit for that injury in Texas, the action has
```

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

to be begun within the time provided by the laws of Texas for beginning the action. And both the Fifth Circuit and the San Antonio Court of Appeals in Texas have determined that that refers to both statutes of repose and statutes of limitation, which means even if the Court were to accept all of this and say just because the one factor that relates this case to New York was the manufacture of the product 30 years ago in New York, it wouldn't make any difference to the outcome of this motion, because the Texas plaintiff suing in Texas would still have to comply with the Texas statute of repose under Section 71.03. Now, we discussed this case and that section in our response brief, and in their reply brief the Plaintiffs didn't mention it or do anything to rebut that discussion and argument. THE COURT: They don't like that statute. MR. JORDAN: Pardon me? THE COURT: They don't like that statute. MR. HIGHTOWER: Stipulated. THE COURT: They're not crazy about the restatement, but they like it a lot better than 71.03. MR. JORDAN: And I don't want to drag this part out

MR. JORDAN: And I don't want to drag this part out either, but given if that didn't apply, even if there were no *Hyde*, even if there were no Section 71.03, when you think about the most significant relationship test, it's a pretty

common-sense test. It sets out a lot of factors, but we're really supposed to look at the big picture and say which state has the most significant relationship.

Well, in this case the Plaintiffs were longtime Texas residents. Mr. Flaggert bought the rifle in Texas. He hunted with it for 18 years in Texas. The accident happened on a Texas ranch. Remington, in an affirmative defense, contends that it was his negligence at the time of the accident on the Texas ranch that caused the gun to fire. The injuries were treated in Texas, and suit was brought in Texas. That's all Texas relationships.

Then if you look at the other side of the ledger, New York, Remington is not a New York corporation. Remington does not have its principal place of business in New York. There's an allegation the product was manufactured in New York 30 years ago, and for purposes of this motion the Court should accept that as true. And that's it.

If the Court were actually on those facts to determine that New York law applies -- and by the way, we're talking about New York substantive law. This is a substantive law analysis, not just a statute of repose analysis. This means all of New York substantive law would apply to this case.

But if the Court were to accept that, that's essentially laying down a rule that the state of manufacture is the state whose law must apply in virtually every circumstance,

```
because look at all the circumstances on the Texas side of the
1
 2
     ledger, and there's only one on the New York side of the
    ledger.
 3
              So our position, Your Honor, is it's not -- even if
 4
    you put aside Hyde and you put aside 71.03, it's just not a
 5
     close call in this case, because otherwise courts here would
 6
 7
     always in all products cases have to be looking, well, where's
 8
     the state of manufacture? What if it's designed in one state
 9
     and manufactured in another state? Which of those states' law
10
    would apply? I mean, it would be impossible for courts to
11
     apply this in a reasonable fashion.
12
              Thank you, Your Honor.
13
              THE COURT: All right. Just a moment.
14
              (Pause)
15
              THE COURT: So I want to talk for a moment about
     71.031. I just wanted to refresh my recollection on this.
16
                                                                 Ι
    want to direct this to Mr. Jordan.
17
18
              So the statute -- I mean, the title of the statute is
19
     "Act or Omission Out of State," so you're -- what you're
20
     thinking about applying that statute to this case, is it -- is
21
    the defective manufacture?
22
              MR. JORDAN: Yes, Your Honor.
23
              THE COURT: Okay.
24
              MR. JORDAN: Because the whole gist of the
25
     Plaintiffs' argument is the real problem here was an act in
```

```
1
    manufacturing the product.
 2
              THE COURT: Okay. So I want to just go through this
    for a minute, and then I want to hear from Mr. Hightower about
 3
     it.
 4
              So this is certainly an action for damages for the
 5
    personal injury of a citizen of Texas. And the wrongful act
 6
 7
    occurred, according to the Plaintiffs' allegations, in New
 8
    York. This state would give a right to maintain an action for
 9
     damages, but it would be subject to the statute of repose.
10
     one would say that (a)(1) would have to be referring to the law
    of New York.
11
12
              Do you agree with that, Mr. Jordan?
13
              MR. JORDAN: Yes.
14
              THE COURT: Okay.
15
              MR. JORDAN: And I say that's not applicable.
16
              THE COURT:
                          Well, it might be applicable because it
17
    would be that a law of New York gives a right to maintain an
18
     action for damages.
19
              Okay. The action is begun within the time provided
20
     by the laws of this state for beginning the action?
21
              And three is inapplicable.
22
              Four is inapplicable.
23
              And (c) just says apply the rules of substantive law
24
    that are appropriate under the facts of this case.
25
              (B) says apply the law of this state, of Texas,
```

```
1
     except as provided in (a).
 2
              So if (a)(1) applies, then the law of Texas does not
     apply.
 3
 4
              I just want to make sure I'm following you.
              MR. JORDAN: I don't believe that's accurate, Your
 5
 6
    Honor.
 7
              THE COURT: Okay.
 8
              MR. JORDAN:
                           If (a)(1) applies, it doesn't matter,
9
     because what the statute is dealing with is a Texas resident.
10
              THE COURT:
                           (A) (1) doesn't apply because of Number 2?
11
              MR. JORDAN: Right.
12
              THE COURT: Okay.
13
              MR. JORDAN: That's what applies to a Texas resident
     suing in Texas.
14
15
              THE COURT: All right. Okay. Thank you.
              All right. Mr. Hightower, let's begin with
16
17
     addressing 71.031, because I didn't see you address that in
18
    your papers.
19
              MR. HIGHTOWER: Sure, Your Honor. Two points.
                                                               Ι
20
     read the Hyde case. The Hyde case struggled with this.
     think the Hyde case did anyway. There were some arguments
21
22
     about substantive versus procedural.
              This may be an oversimplification. This may be too
23
24
     easy, too easy of a way out of this, but if you look at (a), an
25
     action for damages for the death or personal injury of a
```

citizen of this state, of the United States, or of a foreign country may be enforced in the courts of this state.

To me, Your Honor, the Texas legislature is addressing and discussing courts of this state, meaning Texas state courts. This is a federal court. It happens to be in Texas, but this is not a Texas court. This is a court that happens to be in the state of Texas, but it is not a state court.

And so I think that Hyde -- the Hyde case missed this. Maybe some other cases have missed this. I don't think that this statute, the Civil Practice and Remedies Code provision, even attempts to direct this Court with regard to sort of a double statute of repose, if you will, meaning we've gotten the statute of repose in an earlier section and if New York law applies we come back and we say, well, it's all great that you guys went through the second restatement conflicts of law, but even if the result is New York law applies, we're going to again assert that the Texas statute of repose should apply.

I don't think that even if this statute works in a state court, I don't think it's directed to this federal court, and I don't think that it necessarily could be directed to this federal court where this federal court sits in diversity, because this court sitting in diversity, long-standing tradition has the opportunity to decide which state's law

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

```
should apply under Texas choice of law rules. And those choice
of law rules are the second restatement conflicts. I don't
think that this somehow becomes part of Texas jurisprudence
that directs this court with regard to choice of law.
         MR. JORDAN: Your Honor, actually, this court is
required to apply Texas's conflict-of-law rules, which is an
item pointed out by the Hyde court on page 511. It says -- and
I'll quote -- in diversity cases, a federal court must apply
federal procedural rules and the substantive law of the forum
state, including its conflict-of-law rules. That Court pointed
out correctly that Section 71.03 is a statutory conflict-of-law
rule, and I think that's the end of the story.
         THE COURT: All right. Thank you.
         Mr. Hightower, is there anything else you want to say
on the issue of New York law?
         MR. HIGHTOWER: No, Your Honor.
         THE COURT: All right. Okay. I appreciate the
argument. The Court is of the view that there are two bases
for the Court to conclude that Texas law applies here.
         First, 71.031, for the reasons I have mentioned, I
believe it is applicable and would, as a result, apply the
Texas statute of repose.
         I also find that under the Restatement Section 6 and
Section 145, that considering all of those factors and
particularly noting that the Plaintiffs are Texas residents;
```

the injury occurred in Texas; the Plaintiff, Mr. Flaggert,
Matthew Flaggert, used the rifle in issue for many years here
in Texas; there's an allegation of negligence on the part of
Mr. Flaggert asserted by Remington; the only relationship with
New York is the fact that the firearm was allegedly
manufactured there many years ago; that the firearm was bought
used by Mr. Flaggert in Texas.

The Court concludes by application of all of the factors under Section 6 and Section 145 that the most significant relationship is in Texas if the Court is to reach that issue and not be bound exclusively by 71.031.

So the Court finds if it's 71.031 only that that causes the Court to conclude Texas law applies. If I'm to make a most significant relationship analysis, then I do so and conclude that Texas law applies under that analysis as well.

That leaves us with one issue and one issue alone, and that is the applicability of the exception.

The statute of repose Section 16.012 of the Texas Civil Practice and Remedies Code provides that except as provided by Subsections (c), (d), and (d)(1), a claimant must commence a products liability action against a manufacturer or seller of a product before the end of 15 years after the date of the sale of the product by the defendant.

I think it is undisputed -- and, if not,

Mr. Hightower, please correct me. I think it's undisputed

between the parties that the action was not commenced before the end of 15 years after the date of the sale of the product by the Defendant.

MR. HIGHTOWER: Correct, Your Honor.

THE COURT: So the only issue here is whether the exception to that 15-year statute of repose applies, and that is in Section (c) of 16.012, which reads as follows: "If a manufacturer or seller expressly warrants in writing that the product has a useful safe life of longer than 15 years, a claimant must commence a products liability action against that manufacturer or seller of the product before the end of the number of years warranted after the date of the sale of the product by that seller."

If I'm unfairly summarizing your position,

Mr. Hightower, you should feel very free to correct me. But
essentially what the Plaintiff is arguing is that in some
advertising material and one internal document -- and there is
a hearsay objection asserted to this, which for the moment I'll
ignore -- whereby the allegations are that Remington made
statements like "This product will last a lifetime" or "This
product will last generations."

I think it is undisputed that the word "useful" and the word "safe" either together or separately were not used in any of the material that allegedly provides the basis for the exception. It is also undisputed that Mr. Flaggert did not see

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

```
any of these documents nor rely on them. I take
Mr. Hightower's earlier point, his position is that (c) does
not require reliance.
         MR. HIGHTOWER: And, Judge, if I may --
         THE COURT:
                     Yes.
         MR. HIGHTOWER: -- your invitation to correct the
Court.
         THE COURT: Sure.
                            Yes.
         MR. HIGHTOWER: I have no correction, but I would at
least put an asterisk or ask the Court to consider that had
we -- had we been able to discover this matter, had we been
able to ask a Remington 30(b)(6) witness about advertisements
or representations or warrants, we cannot know as we sit here
today whether Plaintiffs' summary judgment evidence would look
exactly as it does or would be significantly better. We just
don't know that.
         And, obviously, we argue that there's a fact question
on this issue and that because there is a fact question on the
issue discovery is appropriate, would be appropriate, should be
appropriate so that we can explore -- so that we can explore
Plaintiffs' possible fitting into part (c) of the exception.
         THE COURT: So in the state court action was there
discovery?
         MR. HIGHTOWER: No, Your Honor. We -- I think that
there was discovery pending when the hearing -- I just -- I
```

would rely on Mr. Jordan's memory more than mine. But we certainly, I think, as a matter of course and practice would send discovery in a case, and in this case we certainly knew that we were faced with the statute of repose.

So I think we sent discovery to Remington in the state court action. Either it had been objected to and there had been no motion to compel heard, or it just wasn't -- I just don't know the state of that record. But it certainly would have been our pattern and practice to send discovery in the state court action. The state court action we felt was not our best shot at New York law, and that's why we abandoned the state court.

THE COURT: Okay. All right. Okay. I take your point. I don't agree because my view is that under the circumstances there is no reason to provide you with any additional discovery.

Your client has -- Mr. Flaggert has confirmed that he is not aware of any -- I'm going to call it a warrant just to avoid the issue of whether that's a warranty or something less that came with the firearm. And he bought this in 1996. So I don't think you get to just fish around and try to find something out there beyond what you provided to us from the public domain.

Do you have any further argument you want to make, Mr. Hightower?

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

```
MR. HIGHTOWER: Sure. Very briefly, Your Honor.
                                                           We
think that even the materials we were able to summon and
present to the Court without discovery are sufficient to create
a fact issue on the plain written language of the exception to
the statute of repose, which does not use the word "warranty."
It uses the word "warrants."
         we believe that a jury could and should consider that
language juxtaposed with Remington's promises made in
advertising and that a jury, a reasonable jury, could find that
Remington has, in fact, expressly warranted in writing that its
product has a useful life of generations or a lifetime and
that, therefore, summary judgment is inappropriate in this
case.
         THE COURT: So if that is a written -- a warrant in
writing --
         MR. HIGHTOWER: Yes, Your Honor.
         THE COURT: -- when does that ever run out?
         MR. HIGHTOWER: Well, we've looked at the life
         I understand that question, and they brought it up in
their briefing. What is the number? Is it 71? Is it 75?
it 78?
         THE COURT: Well, I mean, if it's generations, when
does that -- how many generations?
         MR. HIGHTOWER: Well, at least two. And then you
have to figure out what the average -- you would have to do
```

some math, and you would have to rely on actuarial tables to do that. I don't think it's a complicated math problem, but you would certainly not -- you certainly wouldn't come up with a precise number on which everyone agreed.

THE COURT: Okay. All right. Counsel?

MR. JORDAN: Your Honor, just very briefly. You hit on exactly the issue. If the representation -- forget whether it's a warranty. Forget all of that. If the representation is generations, the statute itself, the exception itself says if there is a warranty -- if the manufacturer does warrant a period of time longer than 15 years, the action must be commenced -- and I'm quoting here -- before the end of the number of years warranted.

The statute's language itself suggests that it has to be a statement at least about a number of years, and otherwise how could any court possibly figure out when the cutoff is? What's a generation? What's even one generation? What's even one lifetime? It would just be impossible. It would throw the courts into the biggest mess ever trying to figure this out.

MR. HIGHTOWER: If I may, Your Honor, one more. This is from a deposition of a Remington -- I think a 30(b)(6) witness, June 2nd of 1989. The testimony is as follows: "We make a product that lasts generations; lifetimes. And one of the ongoing problems we had at Remington was having somebody bring in a shotgun that was made in 1932 and asking that it be

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

```
repaired or parts replaced and being unable to replace those
       So we had sort of an implicit agreement with the
customer that his gun would last a lifetime and that we would
repair it a lifetime."
         I understand that that doesn't -- that doesn't fit
directly with the arguments that Mr. Jordan is making and that
the Court has picked up on and is also making. It just -- and
I'm waving the red flag of equity here. It simply does not
seem fair that a company could make a product that lasts for a
lifetime, they admit that it lasts a lifetime, they advertise
that it lasts a lifetime, and we've got a poorly drafted Texas
legislative enactment that doesn't use the word "warranty" and
then all of the courts come along and say, well, we're going to
give the Texas legislature credit. They meant to say warranty.
There is not an express warranty. There is no cause of action.
And Remington can go on making its product, and we're just --
you know, we'll just have to hope for a better legislative
session next time.
         I think it's unfair, Judge.
         MR. JORDAN: Well, I just want to make a quick
objection to that part that was just read.
         I don't know. Is that attached to your summary
judgment materials?
         MR. HIGHTOWER: It was meant to be if it was not.
                      I object to that. I don't think it was.
         MR. JORDAN:
```

And second of all, it has no reference at all to the Model 700 rifle.

THE COURT: All right. Well, if that wasn't, there are a number of similar kinds of things that are attached to Mr. Hightower's papers. If that was not, the Court will not permit the document to now be submitted. But I don't regard any of the matters that were submitted as satisfying 16.012(c).

I understand your point, Mr. Hightower, and I think you've done as good a job as you could. I don't agree with you. I think that this language expressly warrants in writing, is intended to refer to a warranty that is bolstered by the subsequent reference to the number of years warranted. And these kinds of statements are not a number of years warranted. They are sort of in the nature of puffery or a general description but not, in the Court's view, a warranty.

I don't think, frankly, there's anything unfair about there being a statute of repose. It's not directed particularly to firearms; it's directed to all statutes -- to all products that are sold in Texas. And the exception is if a manufacturer says, "My product will last 16 years, 17 years, 18 years, 19 years, 20 years," and you have a warranty to that effect, then the 15 years should not be in effect, and I agree with that. But I don't think that is the situation here.

So the Court is of the view that the statute of repose -- Texas statute of repose applies and that the facts do

```
1
    not substantiate the applicability of the exception, and,
    therefore, the Court grants the Defendant's motion for summary
2
 3
    judgment.
              The Court intends to enter a very brief order that
 4
 5
     incorporates my findings on the record.
               MR. HIGHTOWER: Thank you for holding a hearing on
6
 7
    this, Your Honor, and I appreciate your comments.
8
              THE COURT: All right.
 9
              MR. HIGHTOWER: This was a tough one for the
     Plaintiffs.
10
11
              THE COURT: Thank you.
12
              MR. JORDAN: Thank you, Your Honor.
              THE COURT: All right. Thank you-all.
13
               (Hearing adjourned)
14
15
16
17
18
19
20
21
22
23
24
25
```

```
1
                  INDEX
  2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
```

```
I, TODD ANDERSON, United States Court Reporter for the
1
     United States District Court in and for the Northern District
2
 3
    of Texas, Dallas Division, hereby certify that the above and
 4
     foregoing contains a true and correct transcription of the
 5
     proceedings in the above entitled and numbered cause.
        WITNESS MY HAND on this 26th day of May, 2015.
6
 7
 8
9
                                  /s/Todd Anderson
                                  TODD ANDERSON, RMR, CRR
10
                                  United States Court Reporter
11
                                  1100 Commerce St., Rm. 1625
                                  Dallas, Texas 75242
12
                                  (214) 753-2170
13
14
15
16
17
18
19
20
21
22
23
24
25
```